

Message Text

LIMITED OFFICIAL USE

PAGE 01 MANILA 03373 100427Z

70

ACTION TRSE-00

INFO OCT-01 EA-07 NEA-10 ISO-00 SP-02 USIA-06 AID-05 EB-07

NSC-05 CIEP-01 SS-15 STR-04 OMB-01 CEA-01 CIAE-00

COME-00 FRB-03 INR-07 NSAE-00 XMB-02 OPIC-03 LAB-04

SIL-01 IO-11 H-02 L-03 PA-01 PRS-01 /103 W

----- 065533

R 100341Z MAR 76

FM AMEMBASSY MANILA

TO SECSTATE WASHDC 2852

INFO AMEMBASSY ABU DHABI

LIMITED OFFICIAL USE MANILA 3373

USADB

FOR NAC AGENCIES

PASS TREASURY FOR MUNK/ZINMAN

E.O. 11652: ADS, DECLASS 6/10/76

TAGS: EAID, EFIN

SUBJECT: PROPOSED U.S. DOLLAR BORROWING FROM UNITED
ARAB EMIRATES CURRENCY BOARD

REF: (A) MANILA 2892, (B) TREASURY 76-21

1. ON 9 MARCH ADB BOARD OF DIRECTORS AUTHORIZED BANK TO
BORROW US\$10 MILLION FROM UNITED ARAB EMIRATES CURRENCY
BOARD AT 8.81 PERCENT FOR 5 YEARS AS OUTLINED IN REFTEL.
PRESS RELEASE BEING POUCHED.

2. FRENCH DIRECTOR AND GERMAN ALTERNATE DIRECTOR FELT
THAT INTEREST RATE SHOULD BE RENEGOTIATED SINCE MARKET
RATE HAS DECLINED SINCE BORROWING IN U.S. MARKET IN JANUARY.
ADB PRESIDENT EXPLAINED THAT INTEREST RATE IS MARKET RATE
LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 MANILA 03373 100427Z

AND COULD NOT BE REDUCED FOR INITIAL BORROWING FROM THIS

SOURCE.

3. U.S. DIRECTOR, IN SUPPORTING PROPOSED BORROWING,
CAUTIONED BANK MANAGEMENT ON ACCUMULATING TOO MUCH
SHORT-TERM BORROWINGS TO FINANCE LONGER-TERM LOANS.
REF B WAS NOT DELIVERED IN TIME TO COMMENT ON LENDING
RATE ISSUE AT THIS BOARD MEETING. THERE WILL BE
ANOTHER OPPORTUNITY TO MENTION THIS SUBJECT LATER
THIS MONTH WHEN ADDITIONAL BORROWINGS WILL BE DISCUSSED.
SULLIVAN

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: POLICIES, BANK LOANS, INTEREST RATES
Control Number: n/a
Copy: SINGLE
Draft Date: 10 MAR 1976
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: izenbei0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1976MANILA03373
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D760089-1108
From: MANILA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1976/newtext/t19760376/aaaacoxj.tel
Line Count: 71
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION TRSE
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: 76 MANILA 2892
Review Action: RELEASED, APPROVED
Review Authority: izenbei0
Review Comment: n/a
Review Content Flags:
Review Date: 07 JUN 2004
Review Event:
Review Exemptions: n/a
Review History: RELEASED <07 JUN 2004 by greeneet>; APPROVED <28 SEP 2004 by izenbei0>
Review Markings:

Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
04 MAY 2006

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: PROPOSED U.S. DOLLAR BORROWING FROM UNITED ARAB EMIRATES CURRENCY BOARD
TAGS: EAID, EFIN, RP, ADB, UNITED ARAB EMIRATES CURRENCY BOARD
To: STATE
Type: TE
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 04 MAY 2006